

SENATE BILL 679

By Lundberg

AN ACT to amend Tennessee Code Annotated, Title 7,  
Chapter 3 and Title 67, Chapter 6, relative to  
taxes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 7-3-202(a)(3), is amended by  
deleting the following:

means a structure with seats for not less than thirty thousand (30,000) spectators, which  
is constructed after July 7, 1977, and which

and substituting instead the following:

means a structure that is constructed or improved after July 7, 1977, to contain seats for  
not less than thirty thousand (30,000) spectators, and that

SECTION 2. Tennessee Code Annotated, Section 67-6-103(d)(1)(A), is amended by  
adding the following new subdivision:

(vi) Notwithstanding the allocations provided for in subsection (a), in a  
municipality with a population of more than five hundred thousand (500,000), according  
to the 2010 federal census or any subsequent federal census, with a motor sports facility  
less than one (1) mile in circumference, and only if the municipality or any board or  
instrumentality of the municipality reimburses the state for any costs to reallocate  
apportionments of the tax revenue under this section, then an amount must be  
apportioned and distributed to the municipality equal to the amount of state tax revenue  
derived from the sale of admissions to all events occurring at the motor sports facility  
and also all sales of food, drinks, and merchandise sold on the premises in conjunction  
with those events, and all related services that are otherwise subject to sales tax to

specifically include, but not be limited to, parking. The amount distributed to the municipality must be for the exclusive use of the agency formally designated by the municipality to govern the operations of the motor sports facility and must be utilized exclusively for capital and operation expenses associated with the motor sports facility.

SECTION 3. Tennessee Code Annotated, Section 67-6-712(c)(1), is amended by adding the following as a new, appropriately designated subdivision:

( ) Notwithstanding the allocations provided for in subsection (a), in a municipality with a population of more than five hundred thousand (500,000), according to the 2010 federal census or any subsequent federal census, with a motor sports facility less than one (1) mile in circumference, and only if the municipality or any board or instrumentality of the municipality reimburses the state for any costs to reallocate apportionments of the tax revenue under this section, then an amount must be apportioned and distributed to the municipality equal to the amount of local tax revenue derived from the sale of admissions to all events occurring at the motor sports facility and also the sale of food, drinks, and merchandise sold on the premises in conjunction with those events, and all related services that are otherwise subject to sales tax to specifically include, but not be limited to, parking. The amount distributed to the municipality must be for the exclusive use of the agency formally designated by the municipality to govern the operations of the motor sports facility and must be utilized exclusively for capital and operation expenses associated with the motor sports facility.

SECTION 4. This act takes effect upon becoming a law, the public welfare requiring it.